An act to amend Section 20662 of the Public Contract Code, relating to public contracts.



THE PEOPLE OF THE STATE OF CALIFORNIA DO ENACT AS FOLLOWS:

SECTION 1. Section 20662 of the Public Contract Code is amended to read: 20662. The Chancellor of the California Community Colleges is authorized to enter into a contract or other agreement with the governing board of any community college district whereby the district performs services or acts as a fiscal agent on behalf of the California Community colleges. Colleges, without advertising for or inviting bids for contracts or other agreements that are no more than twenty million dollars (\$20,000,000). For existing contracts or other agreements that the Chancellor of the California Community Colleges has entered into with the governing board of any community college district pursuant to this section, the contract or other agreement may be renewed without advertising for, or inviting bids, regardless of the amount. This section shall apply only when the funds for the contract or agreement are in satisfaction of the state obligation to provide funding pursuant to Section 8 of Article XVI of the California Constitution.



LEGISLATIVE COUNSEL'S DIGEST

Bill No.
as introduced,
General Subject: Community colleges: contracts

Existing provisions of the Local Agency Public Construction Act govern contracting by community college districts. Existing law authorizes the Chancellor of the California Community Colleges to enter into a contract or other agreement with the governing board of any community college district whereby the district performs services or acts as a fiscal agent on behalf of the California Community Colleges, if the funds for the contract or agreement are in satisfaction of the state obligation to provide funding under Section 8 of Article XVI of the California Constitution, which sets forth a formula for computing the minimum amount of General Fund revenues that the state is required to appropriate for the support of school districts and community college districts for each fiscal year.

This bill would exempt the chancellor from the requirement to advertise for or invite bids for those contracts or other agreements that are no more than \$20,000,000. The bill would also exempt from that requirement the renewal of existing contracts or other agreements that the chancellor has entered into with a governing board, regardless of the amount.



Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

